



# GENERAL ASSEMBLY OF THE STATE OF TENNESSEE

## FISCAL REVIEW COMMITTEE

320 Sixth Avenue, North – 8<sup>th</sup> Floor  
NASHVILLE, TENNESSEE 37243-0057  
615-741-2564

### Sen. Bill Ketron, Chairman

#### Senators

Douglas Henry                      Reginald Tate  
Brian Kelsey                      Ken Yager  
Eric Stewart  
Randy McNally, *ex officio*  
Lt. Governor Ron Ramsey, *ex officio*

### Rep. Curtis Johnson, Vice-Chairman

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Jim Coley                      Tony Shipley  
Charles Curtiss                      Curry Todd  
Johnny Shaw                      Mark White  
Charles Sargent, *ex officio*  
Speaker Beth Harwell, *ex officio*

## MEMORANDUM

TO:                      The Honorable Mark Emkes, Commissioner  
                            Department of Finance and Administration

FROM:                      Senator Bill Ketron, Chairman *BK*  
                            Representative Curtis Johnson, Vice-Chairman *CJ*

DATE:                      November 16, 2011

SUBJECT:                      **Contract Comments**  
                            (Fiscal Review Committee Meeting 11/15/11)

**RFS# 318.66-026 (Edison N/A)**

**Department: Finance & Administration/Bureau of TennCare**

**Vendor: Volunteer State Health Plan – TennCare Select**

**Summary: The vendor is responsible for TennCare-covered services for children in state custody and high-risk individuals, and provides a safety net for other TennCare MCOs statewide. The proposed amendment implements Program Integrity and CHOICES updates, HIPAA/HITECH clarifications, extends contract through June 30, 2013, and increases maximum liability by \$443,906,600.**

**Current maximum liability: \$2,274,897,106**

**Proposed maximum liability: \$2,718,803,706**

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment.

cc: The Honorable Darin Gordon, Deputy Commissioner  
     Ms. Jessica Robertson, Chief Procurement Officer  
     Mr. Robert Barlow, Director, Office of Contracts Review